

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF UNION LIGHT,) CASE NO. 8059
HEAT AND POWER COMPANY PURSUANT TO)
807 KAR 5:056E, SECTIONS 1(11) AND (12))

O R D E R

Pursuant to 807 KAR 5:056E, Sections 1(11) and (12), and following proper notice, a hearing was held on January 29, 1981, to review the operation of the standard fuel adjustment clause; to determine the amount of fuel cost that should be transferred to the base rates of the utility; and to re-establish the fuel adjustment charge.

The Applicant is a wholly-owned subsidiary of Cincinnati Gas and Electric Corporation (C.G.&E.). The wholesale power rates and the fuel adjustment clause rates of C.G.&E. are subject to the regulation of the Federal Energy Regulatory Commission (FERC).

At the hearing, company witness Moeller requested that any transfer of fuel cost to base rates be deferred and considered during the hearing on the Applicant's request for a general rate increase in Case No. 8046.

The Commission, after review of the evidence of record and being advised, FINDS:

That the Applicant proposes to defer any transfer (roll-in) of fuel cost into its base rates and consolidate Case No. 8059 with Case No. 8046.

IT IS THEREFORE ORDERED, that the Applicant's request be granted and Case No. 8059 be and hereby is consolidated with Case No. 8046.

Done at Frankfort, Kentucky, this 13th day of March, 1981.

PUBLIC SERVICE COMMISSION

Martin M. Vob
Chairman

Katherine Randall
Vice Chairman

Don Harrison
Commissioner

ATTEST:

Secretary